28 December 1981 0900

NOTE FOR THE DCI

SUBJECT: Morning Developments

## <u>Poland</u>

No new developments

## Dozier Kidnaping

No new developments

## <u>Japan</u>

The Cabinet has decided to increase the JFY 82 Defense budget over last year's budget by 7.7 percent, accounting for 0.933 percent of estimated 1982 GNP. Embassy believes the government has made a very significant and much better-than-hoped-for effort to increase defense spending.

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